

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA

Basic Financial Statements
and Independent Auditor's Reports

As of and for the Years Ended June 30, 2003 and 2002
With Supplemental Information

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9/17/03

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
18550 HIGHLAND ROAD, SUITE B
BATON ROUGE, LOUISIANA 70810
(225) 756-3480

GOVERNING BOARD

Member

Suzanne H. Kimball, L-AUD
Kerrilyn Phillips, L-SLP
Annie Mouton, L-SLP
Theresa H. Rodgers, L-SLP
Melinda M. Peat, L-AUD
Yvonne M. Fowler - Public Member
Lawrence Braud, M.D. - Medical Advisor

Suzanne L. Pevey, Administrator

Ayn Stehr, Legal Counsel

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George F. Delaune

CERTIFIED PUBLIC ACCOUNTANT

(A Professional Corporation)

Practice Limited to Governmental Accounting, Auditing and Financial Reporting

Phone
OFFICE (225) 937-9735
FAX (225) 638-3669
Email gfdcpa@yahoo.com

Office
7663 ANCHOR DRIVE
VENTRESS, LA 70783-4120

Member
AMERICAN INSTITUTE OF CPAs
LOUISIANA SOCIETY OF CPAs
GOVERNMENT FINANCE
OFFICERS ASSOCIATION

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Board Members of
Louisiana Board of Examiners for
Speech-Language Pathology and Audiology
State of Louisiana
Baton Rouge, Louisiana

I have audited the accompanying basic financial statements of the LOUISIANA BOARD OF EXAMINERS FOR SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY, a component unit of the State of Louisiana, as of June 30, 2003 and for the years ended June 30, 2003 and 2002, as listed in the Table of Contents. These basic financial statements are the responsibility of Louisiana Board of Examiners for Speech-Language Pathology and Audiology's management. My responsibility is to express an opinion on these basic financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the Louisiana Governmental Audit Guide. Those standards and the guide require that I plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology, as of June 30, 2003 and the results of its operations and cash flows for the years ended June 30, 2003 and 2002, in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 to the basic financial statements, the Louisiana Board of Examiners for Speech-Language Pathology and Audiology adopted the provisions of Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - For State and Local Governments; Statement No. 37, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus; and Interpretation No. 6, Recognition and Measurement of Certain Liabilities and Expenditures in

Governmental Fund Financial Statements, as of July 1, 2001. This results in a change in the format and content of the basic financial statements.

The accompanying required supplementary information, Management's Discussion and Analysis, as listed in the Table of Contents is not a required part of the basic financial statements but is supplementary information required by the Government Accounting Standards Board. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

In accordance with Government Auditing Standards, I have also issued my report dated August 28, 2003, on my consideration of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, and contracts. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

I have also issued my report dated August 28, 2003, on my consideration of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology's annual financial report to the Louisiana Division of Administration as of and for the year ended June 30, 2003, which is listed in the Table of Contents as Other Supplementary Information.

George F. Delaune, CPA, APC

August 28, 2003

REQUIRED SUPPLEMENTARY INFORMATION

MANAGEMENT'S DISCUSSION and ANALYSIS

The Management's Discussion and Analysis of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology's financial performance presents a narrative overview and analysis of Louisiana Board of Examiners for Speech-Language Pathology and Audiology's financial activities for the year ended June 30, 2003. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter presented on Page 4 and the Louisiana Board of Examiners for Speech-Language Pathology and Audiology's financial statements, which begin on Page 8.

FINANCIAL HIGHLIGHTS - YEAR ENDED JUNE 30, 2003

- ! The Board's net assets increased by \$51,813 or 25.42%
- ! The operating revenues of the Board increased \$23,832 or 12.09%
- ! The non-operating revenues of the Board increased \$878 or 25.80%
- ! The operating expenses of the Board decreased \$5,848 or 3.26%

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts:

Management's Discussion and Analysis Financial Statements Supplementary Information

The Financial Statements also include notes that provide more detail of the information included in the financial statements.

Basic Financial Statements

This annual report consists of fund financial statements. The Statement of Net Assets, Statement of Revenues, Expenses, and Changes in Fund Net Assets, and Statement of Cash Flows (pages 8, 9, and 10) provide information about the activities of the Board and the basic services it provides.

Financial Analysis

The following presents condensed information on the financial position of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology as at June 30, 2003 and 2002:

	2003	2002
Current and other assets	\$ 265,403	\$ 211,729
Capital assets	479	1,917
Total assets	265,882	213,646
Other liabilities	2,940	161
Long-term debt outstanding	7,287	9,643
Total liabilities	10,227	9,804
Net assets:		
Invested in capital assets, net of debt	479	1,917
Unrestricted - undesignated	255,176	201,925
Total net assets	\$ 255,655	\$ 203,842

Unrestricted - undesignated net assets are those that do not have any limitations on what these amounts may be used for.

The following presents condensed financial information on the operations of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology for the years ended June 30, 2003 and 2002:

	2003	2002
Operating revenues	\$ 221,028	\$ 197,196
Operating expenses	173,497	179,345
Operating income	47,531	17,851
Non-operating revenues	4,282	3,404
Net increase in net assets	\$ 51,813	\$ 21,255

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2003, the Louisiana Board of Examiners for Speech-Language Pathology and Audiology had \$479 invested in office equipment. This amount represents a net decrease of \$1,438 or 75.02%, over last year.

	2003	2002
Office equipment	\$ 479	\$ 1,917

There were no additions for the fiscal year.

Debt

The Louisiana Board of Examiners for Speech-Language Pathology and Audiology had no debt. Other obligations include accrued vacation pay in the amount of \$7,287.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Louisiana Board of Examiners for Speech-Language Pathology and Audiology's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- Operating Revenues depend entirely on the number of licenses to be issued.
- Operating Expenses were projected based upon the cost of providing services over the prior four years.

CONTACTING THE LOUISIANA BOARD OF EXAMINERS FOR SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and others with a general overview of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology's finances and to show the Louisiana Board of Examiners for Speech-Language Pathology and Audiology's accountability for the money it receives. If you have questions about this report or need additional information, contact Suzanne L. Pevey at 225/756-3480 or judy@lbespa.org. Also, visit our web site at www.lbespa.org.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- ! Fund financial statements:
 - Propriety - Enterprise funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
PROPRIETARY - ENTERPRISE FUND
STATEMENT OF NET ASSETS
JUNE 30, 2003 AND 2002

	2003	2002
Current Assets		
Cash and cash equivalents	\$ 200,046	\$ 179,499
Accounts receivable	65,357	32,230
Total Current Assets	265,403	211,729
Capital Assets		
Equipment	7,188	7,188
Less accumulated depreciation	(6,709)	(5,271)
Total Capital Assets	479	1,917
TOTAL ASSETS	265,882	213,646
Current Liabilities		
Accounts payable	2,796	161
Payroll deductions and withholdings	144	
Total Current Liabilities	2,940	161
Long-Term Debt		
Accrued compensated absences	7,287	9,643
Total Long-Term Debt	7,287	9,643
TOTAL LIABILITIES	10,227	9,804
Net Assets		
Invested in capital assets	479	1,917
Unrestricted	255,176	201,925
TOTAL NET ASSETS	\$ 255,655	\$ 203,842

The accompanying notes are an integral part of this statement.

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
PROPRIETARY - ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
Operating Revenues		
Charges for services -		
Licenses, permits and fees	\$ 221,028	\$ 197,196
Total Operating Revenues	<u>221,028</u>	<u>197,196</u>
Operating Expenses		
Salaries and benefits	79,329	78,500
Travel	23,068	21,298
Operating services	52,446	57,047
Supplies	2,092	5,591
Professional services	15,124	15,472
Depreciation	1,438	1,438
Total Operating Expenses	<u>173,497</u>	<u>179,345</u>
Income from Operations	<u>47,531</u>	<u>17,851</u>
Other Revenues		
Interest income	4,282	3,404
Total Other Revenues	<u>4,282</u>	<u>3,404</u>
Change in Net Assets	51,813	21,255
Net Assets - Beginning of Year, restated	<u>203,842</u>	<u>182,587</u>
NET ASSETS - END OF YEAR	<u><u>\$ 255,655</u></u>	<u><u>\$ 203,842</u></u>

The accompanying notes are an integral part of this statement.

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
PROPRIETARY - ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEARS ENDED JUNE 30, 2003 AND 2002

	2003	2002
Cash Flows from Operating Activities		
Receipts from licensees	\$ 187,901	\$ 190,351
Payments to suppliers	(89,951)	(103,549)
Payments to employees	(81,685)	(77,634)
Net Cash Provided by Operating Activities	<u>16,265</u>	<u>9,168</u>
Cash Flows from Investing Activities		
Interest earned	<u>4,282</u>	<u>3,404</u>
Net Cash Provided by Investing Activities	<u>4,282</u>	<u>3,404</u>
Net Increase in Cash and Cash Equivalents	20,547	12,572
Balances - Beginning of Year	<u>179,499</u>	<u>166,927</u>
BALANCES - END OF YEAR	<u><u>\$ 200,046</u></u>	<u><u>\$ 179,499</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating income	\$ 47,531	\$ 17,851
Adjustments to reconcile operating income to net cash provided by operating activities:		
Cash flows reported in other categories:		
Depreciation expense	1,438	1,438
Compensated absences	(2,356)	866
Change in assets and liabilities:		
Receivables, net	(33,127)	(6,845)
Accounts payables	2,635	(4,026)
Payroll deductions and withholdings	<u>144</u>	<u>(116)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 16,265</u></u>	<u><u>\$ 9,168</u></u>

The accompanying notes are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS

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LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1.A. INTRODUCTION

The Louisiana Board of Examiners for Speech-Language Pathology and Audiology (the Board) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:2651-2665. The Board is under the control of the Department of Health and Hospitals and a component unit of the State of Louisiana and is an integral part of such reporting entity. The Board is governed by six (6) members appointed by the Governor of Louisiana, who serve without compensation for three (3) year terms. Board members are selected from a list compiled by the Louisiana Speech and Hearing Association, which receives names from all licensed speech pathologists and audiologists in the state. The Board elects from its members a chairman, vice-chairman, and secretary/treasurer.

The Board was established to safeguard the public health, safety and welfare of the people of this state against unauthorized, unqualified, and improper practice of social work.

The Board shares office space, located in Baton Rouge, Louisiana, and staff personnel with the Louisiana State Board of Board Certified Social Work Examiners and the Louisiana Board of Examiners of Dietetics and Nutrition. The Board's operations are funded entirely through annual self-generated revenues.

The accounting and reporting framework and the more significant accounting principles and practices of the Board are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations, including required disclosures, of the Board's financial activities for the fiscal years ended June 30, 2002 and 2003. The Board implemented new reporting model standards beginning July 1, 2001. Comparability with reports of all prior years will be affected.

1.B. FINANCIAL REPORTING ENTITY

GASB Statement No. 14, "The Financial Reporting Entity," has defined the governmental reporting entity to be the State of Louisiana. The Louisiana Board of Examiners for Speech-Language Pathology and Audiology is considered a component unit of the State of Louisiana because the state exercises oversight responsibility in that the governor appoints the board members, and public service is rendered within the state's boundaries. The accompanying basic financial statements present information only as to the transactions of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology, a component unit of the State of Louisiana.

Annually the State of Louisiana issues a basic financial statement which includes the activity contained in the accompanying financial statement. The basic financial statement is issued by the Louisiana Division of Administration-Office of Statewide Reporting and Accounting Policy and audited by the Louisiana Legislative Auditor.

1.C. BASIS OF PRESENTATION

Fund Financial Statements

Fund financial statements of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology are organized into funds, each of which is considered to be separate accounting entities. Each

LOUISIANA BOARD OF EXAMINERS FOR
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STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The fund of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology is described below:

Proprietary Fund

Enterprise Fund

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

1.D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

Basis of Accounting

In the fund financial statements, all proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

1.E. ASSETS, LIABILITIES, NET ASSETS, AND EQUITY

Cash and Investments

For the purpose of the Statement of Net Assets, "cash, including time deposits" includes all demand, savings accounts, and certificates of deposits of the Board. For the purpose of the proprietary fund Statement of Cash Flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments are carried at fair value except for short-term U.S. Treasury obligations with a remaining maturity at the time of purchase of one year or less. Those investments are reported at amortized cost. Fair value is based on quoted market price. Additional cash and investment disclosures are presented in Notes 2.B. and 3.A.

Receivables

In the fund financial statements, material receivables include revenue accruals such as licenses, permits and examination fees. Interest and investment earnings are recorded when earned.

Prepaids

Prepaids record payments to vendors that benefit future reporting periods and are also reported on the consumption basis. Prepaids are similarly reported in government-wide and fund financial statements.

Capital Assets and Depreciation

Fixed assets used in the proprietary fund operations are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

- Equipment	5 years
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Compensated Absences

Policy; Employees of the Board earn and accumulate vacation and sick leave at varying rates, depending upon their years of service. The amount of vacation and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused vacation leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused vacation leave in excess of 300 hours plus unused sick leave are used to compute retirement benefits.

Liability: The liability for these compensated absences in the proprietary fund is recorded as it is incurred.

LOUISIANA BOARD OF EXAMINERS FOR
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STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

Equity Classifications

Equity of the proprietary fund is classified as net assets and displayed in three components:

- a. **Invested in Capital Assets, Net of Related Debt** - Consists of capital assets included restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. **Restricted Net Assets** - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. **Unrestricted Net Assets** - All other net assets that do not meet the definition of "restricted" or "Invested in capital assets, net of related debt."

1.F. REVENUES AND EXPENSES

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Revenues are classified by source of funding.

Expenses

Proprietary funds report expenses relating to the use of economic resources and are classified as follows:

By Operating and Nonoperating

NOTE 2. - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

By its nature as a state agency, the Board is subject to various state laws and regulations. An analysis of the Board's compliance with significant laws and regulations and demonstration of its stewardship over Board resources follows.

2.A. FUND ACCOUNTING REQUIREMENTS

The Board complies with all state laws and regulations requiring the use of separate funds. The Board has no legally required funds.

2.B. DEPOSITS AND INVESTMENTS LAWS AND REGULATIONS

In accordance with state law, all uninsured deposits of the Board in financial institutions must be secured with acceptable collateral valued at the lower of market or par. Acceptable collateral includes certain

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NOTES TO THE FINANCIAL STATEMENTS

U.S. Government or Government Agency securities, certain State of Louisiana or political subdivision debt obligations, or surety bonds. As required by 12 U.S.C.A., Section 1823(a), all financial institutions pledging collateral to the Board must have a written collateral agreement approved by the board of directors or loan committee. As reflected in Note 3.A., all deposits were fully insured or collateralized.

Investments are limited by R.S. 6:703 (16) and (17)(a) and the Board's investment policy.

NOTE 3. - DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues, and expenses.

3.A. CASH AND INVESTMENTS

Deposits

The Board's policies regarding deposits of cash are discussed in Note 1.E. The table presented below is designed to disclose the level of custody credit risk assumed by the Board based upon how its deposits were insured or secured with collateral at June 30, 2003. The categories of credit risk are defined as follows:

Category 1 - Insured by FDIC or collateralized with securities held by the Board or by its agent in its name

Category 2 - Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in the Board's name

Category 3 - Uninsured and uncollateralized; or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the Board's name; or collateralized with no written or approved collateral agreement

Type of Deposits	Total Bank Balance	Custody Credit Risk Category			Total Carrying Value
		1	2	3	
Demand deposits	\$ 143,404	\$ 100,000		\$ 43,404	\$ 141,620
Certificates of deposit	58,426			58,426	58,426
	<u>\$ 201,830</u>	<u>\$ 100,000</u>		<u>\$ 101,830</u>	<u>\$ 200,046</u>

Reconciliation to Statement of Net Assets:

Unrestricted cash	<u>\$ 200,046</u>
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LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

3.B. CAPITAL ASSETS

Capital asset activity for the years ended June 30, 2002 and 2003, was as follows:

	Balance at Jul 1, 2001	Additions	Disposals	Balance at Jun 30, 2002
Equipment	\$ 7,188	\$ 0		\$ 7,188
Less accumulated depreciation	(3,833)	(1,438)		(5,271)
Capital assets, net	<u>\$ 3,355</u>	<u>\$ (1,438)</u>		<u>\$ 1,917</u>

	Balance at Jul 1, 2002	Additions	Disposals	Balance at Jun 30, 2003
Equipment	\$ 7,188	\$		\$ 7,188
Less accumulated depreciation	(5,271)	(1,438)		(6,709)
Capital assets, net	<u>\$ 1,917</u>	<u>\$ (1,438)</u>		<u>\$ 479</u>

3.C. ACCOUNTS PAYABLE

Payables are composed of purchases of goods and services.

3.D. LONG-TERM DEBT

As of June 30, 2003, the long-term debt from proprietary fund resources consisted of the following:

Non-current portion of compensated absences	<u>\$ 7,287</u>
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Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the years ended June 30, 2002 and 2003:

Type of Debt	Balance Jul 1, 2001	Additions	Deductions	Balance Jun 30, 2002	Amounts Due within One Year
Accrued Compensated Absences	<u>\$ 8,777</u>	<u>\$ 866</u>	<u>\$ 0</u>	<u>\$ 9,643</u>	<u>\$ 0</u>

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

Type of Debt	Balance Jul 1, 2002	Additions	Deductions	Balance Jun 30, 2003	Amounts Due within One Year
Accrued Compensated Absences	\$ 9,643	\$	\$ (2,356)	\$ 7,287	\$ 0

3.E. FUND EQUITY

Net Assets have been restated for the effects of applying GASB 34 as follows:

Fund Balance - June 30, 2001	\$ 188,009
Invested in capital assets - June 30, 2001	3,355
Compensated absences at June 30, 2001	(8,777)
Net Assets - June 30, 2001, restated	<u>\$ 182,587</u>

NOTE 4. - OTHER NOTES

4.A. EMPLOYEE PENSION AND OTHER BENEFIT PLANS

Pension Plan

All of employees of the Board are members of the Louisiana State Employees Retirement System ("System"), a cost sharing, multiple-employer, defined benefit public employee retirement system (PERS) controlled and administered by a separate board of trustees.

All full time employees are eligible to participate in the System. Benefits vest with ten years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 month average salary multiplied by their years of credited service.

Vested employees may retire at (a) any age with thirty years of service, (b) age 55 with twenty-five years of service. The System also provides death and disability benefits. Benefits are established by state statute. The system issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana State Employees' Retirement System; P. O. Box 44213; Baton Rouge, LA 70804 or by calling (800) 256-3000.

Members are required by state statute to contribute at 7.5% of gross salary. The Board is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for fiscal year ended June 30, 2003 increased to 14.1% of annual covered payroll from the 13.0% required in fiscal years ended June 30, 2002 and 2001 respectively. The Board contributions to the System for the year ending June 30, 2003, 2002, and 2001 are \$6,777, \$6,448, and \$5,801, respectively, equal to the required contributions for that year.

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

4.B. LEASES

The Board has no capital leases at June 30, 2003.

The Board has an operating lease for office space as follows:

1. The Board, jointly with Louisiana State Board of Certified Social Work Examiners and Louisiana State Board of Examiners in Dietetics and Nutrition, share office space under an operating lease on a monthly basis. The current contract term is May 1, 2001 through April 30, 2006 with a 5 year option.

The Board's allocated share of rent expense for the years ended June 30, 2003 and 2002 was \$12,154 and \$12,154 each year.

Future minimum lease payments under these leases are as follows:

Year Ending June 30,	Amount
2004	\$ 12,154
2005	12,154
2006	10,128

Since the payment schedule is considered systematic and rational under GASB Statement No. 13, rental expenditure is based on the relevant lease agreement and not in accordance with lease terms as required by GASB Statement No. 13.

4.C. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires the Board's management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from these estimates.

4.D. RISK MANAGEMENT

The Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee health and life; and natural disasters. The Board manages these various risks of loss as follows:

Type of Loss	Method Managed	Risk Retained
Torts, errors and omissions	Purchased insurance with Louisiana Office of Risk Management risk entity pool	(1)
Injuries to employees (Workers' compensation)	Participates in Louisiana Office of Risk Management risk entity pool. (See PPC for more info)	None
Physical property loss and natural disasters	Purchased insurance with Louisiana Office of Risk Management risk entity pool	None
Health and life	Participates in Louisiana Office of Risk Management risk entity pool	(2)

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

Management believes such coverage is sufficient to preclude any significant uninsured losses to the Board. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

Risk Entity Pool

The Board participates in the Louisiana State Office of Risk Management (risk entity pool), which is responsible for negotiating, compromising and settling all claims including all tort claims against the Board.

4.E. COMMITMENTS AND CONTINGENCIES

Contingencies

Litigation

The State of Louisiana, Division of Administration, Office of Risk Management has not reported any cases pending.

4.F. COMPENSATION PAID TO BOARD MEMBERS

The schedule of per diem payments to Board Members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Board members serve without compensation as provided by Louisiana Revised Statute 37:2654 (H).

4.G. OTHER MATTERS

As mentioned in Note 4.B., the Board shares office space with two (2) state boards. These three (3) boards also share employees as well as certain office expenses, such as janitorial, security, copy machine and utilities. Salaries are allocated to each of the three (3) boards based on actual time spent for each board.

OTHER REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS

The following pages contain a report on compliance with laws and regulations and on internal control over financial reporting as required by Government Auditing Standards, issued by the Comptroller General of the United States. This report is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material misstatements in internal control or compliance matters that would be material to the presented financial statements.

George F. Delaune

CERTIFIED PUBLIC ACCOUNTANT

(A Professional Corporation)

Practice Limited to Governmental Accounting, Auditing and Financial Reporting

Phone
OFFICE (225) 937-9735
FAX (225) 638-3669
Email: gfdcpa@yahoo.com

Office
7663 ANCHOR DRIVE
VENTRESS, LA 70783-4120

Member
AMERICAN INSTITUTE OF CPA,
LOUISIANA SOCIETY OF CPA,
GOVERNMENT FINANCE
OFFICERS ASSOCIATION

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF THE BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board Members of
Louisiana Board of Examiners for
Speech-Language Pathology and Audiology
State of Louisiana
Baton Rouge, Louisiana

I have audited the basic financial statements of the LOUISIANA BOARD OF EXAMINERS FOR SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY, a component unit of the State of Louisiana, as of June 30, 2003 and for the years ended June 30, 2003 and 2002, and have issued my report thereon dated August 28, 2003. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the Louisiana Governmental Audit Guide.

Compliance

As part of obtaining reasonable assurance about whether the Louisiana State Board of Examiners for Speech-Language Pathology and Audiology's basic financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance that is required to be reported under Government Auditing Standards and the Louisiana Governmental Audit Guide which is described in the accompanying schedule of findings as Items 2003-1.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Louisiana State Board of Examiners for Speech-Language Pathology and Audiology's internal control over financial reporting to determine

my auditing procedures for the purpose of expressing my opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. However, I noted certain matters involving the internal control over financial reporting and its operation that I consider to be a reportable condition. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgment, could adversely affect the Louisiana State Board of Examiners for Speech-Language Pathology and Audiology's ability to record, process, summarize and report financial data consistent with the assertions of management in the basic financial statements. The reportable condition is described in the accompanying schedule of findings as item 2003-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, I believe none of the reportable conditions described above is a material weakness.

This report is intended for the information and use of the Louisiana Board of Examiners for Speech-Language Pathology and Audiology and its management. By provisions of state law, this report is a public document, and it has been distributed to appropriate officials.

George F. Delaune, CPA, APC

August 28, 2003

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
SCHEDULE OF FINDINGS
YEARS ENDED JUNE 30, 2003 AND 2002

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Louisiana Board of Examiners for Speech-Language Pathology and Audiology.
2. One reportable condition was disclosed during the audit of the basic financial statements.
3. One instance of noncompliance was disclosed during the audit of the basic financial statements.
4. There were no federal awards received by Louisiana Board of Examiners for Speech-Language Pathology and Audiology.

B. FINDINGS--FINANCIAL STATEMENTS AUDIT

Noncompliance - Reportable Condition

2003-1 Division of Administration "Annual Financial Report"

Condition

The Division of Administration's "Annual Financial Report" as of and for the year ended June 30, 2003 was not prepared in accordance with GASB 34 and required by Louisiana Revised Statute 39:79.

Effect

The Annual Financial Report contains four major errors:

1. Other Noncurrent Assets in the amount of \$24,602 represents the governmental fund presentation of "Amount to be Provided for Retirement of Accrued Compensated Absences". Under GASB 34 this amount should be zero.
2. Compensated Absences Payable in the amount of \$24,602 includes unused annual leave in excess of 300 hours and unused sick leave. This amount should be \$7,287.
3. Invested in Capital Assets, net of related debt in the amount of \$7,188 is incorrect. This amount for GASB 34 should be \$479 (the net after accumulated depreciation).
4. The Statement of Revenues, Expenses and Changes in Fund Net Assets does not include the effect of the change in accrued compensated absences in the amount of \$(2,356).

Recommendation

In the future, financial statements of the Board should be prepared on the accrual basis of accounting.

**Louisiana Board of Examiners for
Speech-Language Pathology and Audiology**
18550 Highland Road, Suite B
Baton Rouge, LA 70810

Management's Corrective Action Plan

Legislative Auditor
State of Louisiana
P. O. Box 94397
Baton Rouge, LA 70804-9397

The Louisiana Board of Examiners for Speech-Language Pathology and Audiology respectfully submits the following corrective action plan for the year ended June 30, 2003.

Noncompliance - Reportable Condition

2003-1 Division of Administration "Annual Financial Report"

Recommendation

In the future, financial statements of the Board should be prepared on the accrual basis of accounting.

Action Taken

We concur with the recommendation, and Division of Administration "Annual Financial Reports" will be prepared on the accrual basis of accounting as required by GASB 34.

If the Legislative Auditor has questions regarding this plan, please call Suzanne Pavey, Administrator at (225) 756-3480.

LOUISIANA BOARD OF EXAMINERS FOR
SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY
RESOLUTION OF PRIOR YEAR FINDINGS
YEARS ENDED JUNE 30, 2001 AND 2000

There were no prior year findings.

SUPPLEMENTAL INFORMATION REQUIRED BY
STATE OF LOUISIANA
DIVISION OF ADMINISTRATION
OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY

The following pages contain a report on the Board's Annual Financial Report prepared in accordance with the requirements of the Louisiana Division of Administration, Office of Statewide Reporting and Accounting Policy.

George F. Delaune

CERTIFIED PUBLIC ACCOUNTANT

(A Professional Corporation)

Practice Limited to Governmental Accounting, Auditing and Financial Reporting

Phone
OFFICE (225) 937-9735
FAX (225) 638-3669
E-mail gfdcpa@yahoo.com

Office
7663 ANCHOR DRIVE
VENTRESS, LA 70783-4120

Member
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OFFICERS ASSOCIATION

INDEPENDENT AUDITORS' REPORT ON THE ANNUAL FINANCIAL REPORT TO THE STATE OF LOUISIANA, DIVISION OF ADMINISTRATION OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY

Board Members of
Louisiana Board of Examiners for
Speech-Language Pathology and Audiology
State of Louisiana
Baton Rouge, Louisiana

My report on the audit of the basic financial statements of the LOUISIANA BOARD OF EXAMINERS FOR SPEECH-LANGUAGE PATHOLOGY AND AUDIOLOGY as of June 30, 2003 and for the years ended June 30, 2003 and 2002, appears on Page 1. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The Annual Financial Report as of and for the year ended June 30, 2003, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in my opinion, is not fairly stated in all material respects in relation to the basic financial statements taken as a whole because the financial statements were not prepared in accordance with LRS 39:79. The major differences between GASB 34 statements and these financial statements are presented on the next page.

George F. Delaune, CPA

August 28, 2003

Balance Sheet

1. Other noncurrent assets in the amount of \$24,602 represents the governmental fund presentation of amount to be provided for retirement of accrued compensated absences. This amount for GASB 34 should be zero.
2. Compensated absences payable in the amount of \$24,602 includes unused annual leave in excess of 300 hours and unused sick leave. This amount should be \$7,287.
3. Invested in capital assets, net of related debt in the amount of \$7,188 is incorrect. This amount for GASB 34 should be \$479 (the net after accumulated depreciation).

Statement of Revenues, Expenses, and Changes in Fund Net Assets

1. Change in nets assets in the amount of \$49,697 does not include the affect of the change in accrued compensated absences in the amount of \$(2,356).

Louisiana Board of Examiners for Speech-Language Pathology and Audiology

(Agency Name)

STATE OF LOUISIANA
Annual Financial Statements
June 30, 2003

C O N T E N T S

TRANSMITTAL LETTER
AFFIDAVIT

Statements

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(BTA)

AS OF June 30, 2003

**Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809**

Invested in capital assets, net of related debt	
Restricted for:	
Capital projects	
Debt service	
Unemployment compensation	
Other specific purposes	
Unrestricted	
Total net assets	
Total liabilities and net assets	

	7,188.	
	256,473.	0
	263,661.	0
\$	291,205.	0

Statement A

STATE OF LOUISIANA

LBESPA

(BTA)

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED June 30, 2003**OPERATING REVENUES**

Sales of commodities and services

\$

Assessments

Use of money and property

Licenses, permits, and fees

Other

Total operating revenues

4,282.

221,027.

225,309. 0

OPERATING EXPENSES

Cost of sales and services

Administrative

Depreciation

Amortization

Total operating expenses

174,414.

1,198.

175,612. 0

Operating income(loss)

49,697. 0

NON-OPERATING REVENUES(EXPENSES)

State appropriations

Intergovernmental revenues (expenses)

Taxes

Use of money and property

Gain (loss) on disposal of fixed assets

Federal grants

Interest expense

Other

Total non-operating revenues(expenses)

0

Income(loss) before contributions and transfers

0

Capital contributions

Transfers in

Transfers out

Change in net assets

49,697. 0

Total net assets – beginning as restated

206,776.

Total net assets – ending

\$ 256,473. 0

The accompanying notes are an integral part of this financial statement.

Statement B

STATE OF LOUISIANA

LBESPA

(BTA)

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED June 30, 2003

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

	Program Revenues			Net (Expense)
		Operating	Capital	Revenue and
	Charges for	Grants and	Grants and	Changes in
Expenses	Services	Contributions	Contributions	Net Assets
Component Unit:				
Component Unit X	\$ 175,612.	\$ 221,027.	\$	\$ 45,415.
				0
General revenues:				
Taxes				
State appropriations				
Grants and contributions not restricted to specific programs				
Interest				4,282.
Miscellaneous				
Special items				
Transfers				
Total general revenues, special items, and transfers				4,282.
Change in net assets				49,697.
Net assets - beginning				206,776.
Net assets - ending				\$ 256,473.
				0

STATE OF LOUISIANA

LBESPA

(BTA)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED) June 30, 2003

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
13550 Highland Road, Suite B
Baton Rouge, LA 70809

Cash flows from operating activities

Cash received from customers	\$ 187,900.	
Cash payments to suppliers for goods and services	105,337.	
Cash payments to employees for services	66,298.	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)	4,282.	
Net cash provided(used) by operating activities		20,547. 0

Cash flows from non-capital financing activities

State appropriations		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Other		
Transfers In		
Transfers Out		
Net cash provided(used) by non-capital financing activities		0

Cash flows from capital and related financing

Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		0

Cash flows from investing activities

Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities		
Net cash provided(used) by investing activities		0

Net increase(decrease) in cash and cash equivalents

20,547. 0

Cash and cash equivalents at beginning of year

179,499.

Cash and cash equivalents at end of year

\$200,046. 0

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA

LBESPA

(BTA)

STATEMENT OF CASH FLOWS**FOR THE YEAR ENDED** June 30, 20 03

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)		\$ 49,697.
Adjustments to reconcile operating income(loss) to net cash		
Depreciation/amortization	1,198.	
Provision for uncollectible accounts		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	33,127	
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals	2,779.	
Increase(decrease) in accrued payroll and related benefits		
Increase(decrease) in compensated absences payable		
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities		\$ 20,547. 0

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease	
Contributions of fixed assets	
Purchases of equipment on account	
Asset trade-ins	
Other (specify)	
Total noncash investing, capital, and financing activities:	0

(Concluded)

The accompanying notes are an integral part of this statement.

Statement D

STATE OF LOUISIANA

LBESPA

(BTA)

Notes to the Financial Statement

As of and for the year ended June 30, 20 03

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

INTRODUCTION

The LBESPA (BTA) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:2650-2666. The following is a brief description of the operations of LBESPA (BTA) which includes the parish/parishes in which the (BTA) is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of LBESPA present information only as to the transactions of the programs of the LBESPA as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the LBESPA are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the LBESPA (BTA) are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Budget Committee, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements include the original appropriation plus subsequent amendments as follows:

STATE OF LOUISIANA
LBESPA (BTA)

Notes to the Financial Statement
As of and for the year ended June 30, 20 03

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

APPROPRIATIONS

Original approved budget	\$ _____
Amendments:	_____

Final approved budget	\$ _____ 0

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (If all agency cash and investments are deposited in the State Treasury, disregard Note C.)

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the LBESPA (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer. The deposits at June 30, 2003, were secured as follows:

Deposits in bank accounts

	<u>Cash</u>	<u>Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Deposits in bank accounts per balance sheet	\$ <u>141,619.</u>	\$ <u>58,427.</u>	\$ _____	\$ <u>200,046. 0</u>
Bank balances:				
1. Insured or collateralized with securities held by the entity or its agency <u>in the entity's name</u>	<u>141,619.</u>	<u>58,427.</u>	_____	<u>200,046. 0</u>
2. Collateralized with securities held by the pledging institution's trust department or agent <u>in the entity's name</u>	_____	_____	_____	<u>0</u>
3. Uncollateralized, including any securities held for the entity <u>but not in the entity's name</u>	_____	_____	_____	<u>0</u>
Total bank balances	\$ <u>141,619. 0</u>	\$ <u>58,427. 0</u>	\$ <u>0</u>	\$ <u>200,046. 0</u>

STATE OF LOUISIANA

LBESPA

(BTA)

Notes to the Financial Statement

As of and for the year ended June 30, 20 03

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

NOTE: The "Total Bank Balances" will not necessarily equal the "Deposits in Bank Account per the Balance Sheet.

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

	<u>Banking institution</u>	<u>Program</u>	<u>Amount</u>
1.	Hibernia National	CHecking	\$ 134,972.
2.	Hancock Bank	Checking	6,647.
3.	Hibernia National	CDs	58,427.
4.			
Total			\$ 200,046. 0

Were uncollateralized securities fitting the description in (3) above during the year significantly greater than at _____ (last day of your fiscal year)? If yes, attach a statement listing the amount(s) and a reason for this occurrence.

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the Balance Sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the Balance Sheet.

Cash in State Treasury \$ _____
Petty cash \$ _____

2. INVESTMENTS

Upon implementation of GASB Statement 31, reported amount and fair value will often be the same number.

The _____ (BTA) does (does not) maintain investment accounts as authorized by _____ (Note legal provisions authorizing investments by (BTA)).

Investments can be classified according to the level of risk to the entity. Using the following categories, list each type of investment disclosing the carrying amount, market value, and applicable category of risk.

Category 1 - Insured or registered in the entity's name, or securities held by the entity or its agent in the entity's name.

Category 2 - Uninsured and unregistered with securities held by the counterparty's trust department or agent in the entity's name.

Category 3 - Unsecured and unregistered with securities held by the counterparty, or by its trust department or agent but not in the entity's name.

STATE OF LOUISIANA

LBESPA

(BTA)

Notes to the Financial Statement

As of and for the year ended June 30, 2003

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

Type of Investment	Category of Risk			Reported Amount	Fair Value
	1	2	3		
Repurchase agreements	\$	\$	\$	0	\$
U.S. Government securities				0	
Common & preferred stock				0	
Commercial paper				0	
Corporate bonds				0	
Other: (identify)				0	
				0	
				0	
				0	
				0	
Total categorized investments	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Certain types of Investments cannot be categorized: (list separately)					
Total investments				\$ 0	\$ 0

3. Other Disclosures Required for Investments

- Investments in pools managed by other governments or mutual funds
- Securities underlying reverse repurchase agreements
- Unrealized investment losses
- Commitments as of (fiscal close), to resell securities under yield maintenance repurchase agreements:
 - Carrying amount and market value at June 30 of securities to be resold
 - Description of the terms of the agreement
- Investment types owned during the year but not owned as of June 30
- Losses during the year due to default by counterparties to deposit or investment transactions
- Amounts recovered from prior-period losses which are not shown separately on the balance sheet

STATE OF LOUISIANA

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Legal or Contractual Provisions for Reverse Repurchase Agreements

- h. Source of legal or contractual authorization for use of reverse repurchase agreements _____
- i. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year _____

Reverse Repurchase Agreements at Year-End

- j. Credit risk related to the reverse repurchase agreements outstanding at balance sheet date, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest _____
- k. Commitments on _____ (fiscal close), to repurchase securities under yield maintenance agreements _____
- l. Market value on _____ (fiscal close), of the securities to be repurchased _____
- m. Description of the terms of the agreements to repurchase _____
- n. Losses recognized during the year due to default by counterparties to reverse repurchase agreements _____
- o. Amounts recovered from prior-period losses which are not separately shown on the operating statement _____

Fair Value Disclosures

- p. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices _____
- q. Basis for determining which investments, if any, are reported at amortized cost _____
- r. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool _____
- s. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares _____
- t. Any involuntary participation in an external investment pool _____
- u. Whether you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining that fair value and the reasons for having had to make such an estimate _____

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- v. Any income from investments associated with one fund that is assigned to another fund _____

D. CAPITAL ASSETS-INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity are charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight-line method over the useful lives of the assets.

	Year ended June 30, 2003						
	Balance 6/30/2002	Additions	Transfers *	Retirements	Balance 6/30/2003	Prior Period Adjustment	Adjusted Balance 6/30/2003
Capital assets not being depreciated							
Land		--	--	--	--	--	--
Non-depreciable land improvements	--	--	--	--	--	--	--
Capitalized collections	--	--	--	--	--	--	--
Construction in progress	--	--	--	--	--	--	--
Total capital assets not being depreciated	--	--	--	--	--	--	--
Other capital assets							
Furniture, fixtures, and equipment	7,188. --	--	--	--	7,188. --	--	7,188. --
Less accumulated depreciation	4,792. --	1,198. --	--	--	5,990. --	--	5,990. --
Total furniture, fixtures, and equipment	2,396. --	1,198. --	--	--	1,198. --	--	1,198. --
Buildings and improvements	--	--	--	--	--	--	--
Less accumulated depreciation	--	--	--	--	--	--	--
Total buildings and improvements	--	--	--	--	--	--	--
Depreciable land improvements	--	--	--	--	--	--	--
Less accumulated depreciation	--	--	--	--	--	--	--
Total depreciable land improvements	--	--	--	--	--	--	--
Infrastructure	--	--	--	--	--	--	--
Less accumulated depreciation	--	--	--	--	--	--	--
Total infrastructure	--	--	--	--	--	--	--
Total other capital assets	2,396. --	1,198. --	--	--	1,198. --	--	1,198. --
Capital Asset Summary:							
Capital assets not being depreciated	--	--	--	--	--	--	--
Other capital assets, at cost	7,188. --	--	--	--	7,188. --	--	7,188. --
Total cost of capital assets	7,188. --	--	--	--	7,188. --	--	7,188. --
Less accumulated depreciation	4,792. --	1,198. --	--	--	5,990. --	--	5,990. --
Capital assets, net	2,396. --	1,198. --	--	--	1,198. --	--	1,198. --

* Should be used only for those completed projects coming out of construction-in-progress to fixed assets; not associated with transfers reported elsewhere in this packet.

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E. INVENTORIES

The unit's inventories are valued at _____ (method of valuation). These are perpetual inventories and are expensed when used. **NOTE: Do not include postage. This must be shown as a prepayment.**

F. RESTRICTED ASSETS

Restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the non-current assets section on Statement A, consist of \$ _____ in cash with fiscal agent, \$ _____ in receivables, and \$ _____ investment in _____ (identify the type investments held.)

G. LEAVE

1. COMPENSATED ABSENCES

The LBESPA (BTA) has the following policy on annual and sick leave: (Describe leave policy.)

An example disclosure follows:

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

2. COMPENSATORY LEAVE

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at 6/30/03 (fiscal close) computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.105 is estimated to be \$24,602. The leave payable (is) (is not) recorded in the accompanying financial statements.

H. RETIREMENT SYSTEM

~~SOME~~
~~Substantially all~~ of the employees of the (BTA) are members of the LASERS (System), a cost sharing multiple-employer, defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time (BTA) employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service.

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Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000.

Members are required by state statute to contribute 7.5% of gross salary, and the (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2003 decreased to 14.1% of annual covered payroll from the 13% and ____% required in fiscal years ended June 30, 2002 and 2001, respectively. The (BTA) contributions to the System for the years ending June 30, 2003, 2002, and 2001, were \$6,777, \$6,287, and \$5,801, respectively, equal to the required contributions for each year.

I. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

GASB 12 requires the following disclosures about an employer's accounting for post retirement health care and life insurance benefits:

1. A description of the benefits provided and the employee group covered.
2. A description of the accounting and funding policies followed for those benefits.
3. The cost of those benefits recognized for the period, unless the costs are not readily determinable.**
4. The effect of significant matters affecting the comparability of the costs recognized for all periods presented.

**If the cost of any post retirement health care or life insurance benefits cannot readily be separated from the cost of providing such benefits for active employees or otherwise be reasonably approximated, the total cost of providing those benefits to active employees and retirees, as well as the number of active employees and the number of retirees covered by the plan must be disclosed.

Substantially all (BTA) employees become eligible for post employment health care, dental and life insurance benefits if they reach normal retirement age while working for the (BTA). These benefits for retirees and similar benefits for active employees are provided through an insurance company whose premiums are paid jointly by the employee and the (BTA). For 2003, the cost of providing those benefits for the ____ retirees totaled \$_____.

The _____ (BTA) provides certain continuing health care and life insurance benefits for its retired employees. Substantially all (BTA) employees become eligible for those benefits if they reach normal retirement age while working for the (BTA). Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the (BTA). The (BTA) recognizes the cost of providing these benefits ((BTA)'s portion of premiums) as an expenditure when paid during the year, which was \$_____ for the year ended _____, 20____. The cost of providing those benefits for _____ retirees is not separable from the cost of providing benefits for the _____ active employees. (or, The (BTA)'s cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended _____, 20____ the costs of _____ retiree benefits totaled \$_____).

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J. LEASES

1. OPERATING LEASES

The total payments for operating leases during fiscal year _____ amounted to \$ _____. A schedule of payments for operating leases follows:

Nature of lease	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009- 2013	FY2014- 2016
	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____	_____
Total	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ _____ 0

2. CAPITAL LEASES

Capital leases are (are not) recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and FASB 13 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or, (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

SCHEDULE A - TOTAL AGENCY CAPITAL LEASES EXCEPT LEAF

Nature of lease	Gross Amount of Leased Asset (Historical Costs)	Remaining interest to end of lease	Remaining principal to end of lease
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ 0	\$ _____ 0	\$ _____ 0

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

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Year ending June 30, :	Total
2004	\$ _____
2005	_____
2006	_____
2007	_____
2008	_____
2009-2013	_____
2014-2018	_____
2019-2023	_____
Total minimum lease payments	0
Less amounts representing executory costs	_____
Net minimum lease payments	0
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ 0

SCHEDULE B - NEW AGENCY CAPITAL LEASES EXCEPT LEAF

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ 0	\$ 0	\$ 0

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

Year ending June 30, :	Total
2004	\$ _____
2005	_____
2006	_____
2007	_____
2008	_____
2009-2013	_____
2014-2018	_____
2019-2023	_____
Total minimum lease payments	0
Less amounts representing executory costs	_____
Net minimum lease payments	0
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ 0

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SCHEDULE C - LEAF CAPITAL LEASES

<u>Nature of lease</u>	<u>Gross Amount of Leased Asset (Historical Costs)</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ 0	\$ _____ 0	\$ _____ 0

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

<u>Year ending June 30, :</u>	<u>Total</u>
2004	\$ _____
2005	_____
2006	_____
2007	_____
2008	_____
2009-2013	_____
2014-2018	_____
2019-2023	_____
Total minimum lease payments	_____ 0
Less amounts representing executory costs	_____
Net minimum lease payments	_____ 0
Less amounts representing interest	_____
Present value of net minimum lease payments	\$ _____ 0

3. LESSOR DIRECT FINANCING LEASES

A lease is classified as a direct financing lease (1) when any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) when both the following criteria are satisfied:

- Collectibility of the minimum lease payments is reasonably predictable.
- No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

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Provide a general description of the direct financing agreement, and complete the chart below:

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<u>Composition of lease</u>	<u>Date of lease</u>	<u>Minimum lease payment receivable</u>
a. Office space	05/01/01	\$ 12,153.60 annual payment
b. Equipment		
c. Land		
Less amounts representing executory costs		
Minimum lease payment receivable		0
Less allowance for doubtful accounts		
Net minimum lease payments receivable		0
Less: Estimated Residual Value of Leased Property		
Less unearned income		
Net investment in direct financing lease		\$ 0

Minimum lease payments do not include contingent rentals which may be received as stipulated in the lease contracts. Contingent rental payments occur if for example the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2003 were \$_____ for office space, \$_____ for equipment, and \$_____ for land.

The following is a schedule by year of minimum leases receivable for the remaining fiscal years of the lease as of 6/30/03 (the last day of your fiscal year):

Year ending _____:	
2004	\$ 12,153.60
2005	12,153.60
2006	11,140.80
2007	
2008	
2009-2013	
2014-2018	
2019-2023	
Total	\$ 0

4. LESSOR – OPERATING LEASE

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectibility and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

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Provide the cost and carrying amount, if different, of property on lease or held for lease organized by major class of property and the amount of accumulated depreciation as of _____ 20__:

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ _____	\$ _____	\$ _____
b. Equipment	_____	_____	_____
c. Land	_____	_____	_____
Total	\$ _____ 0	\$ _____ 0	\$ _____ 0

The following is a schedule by years of minimum future rentals on non-cancelable operating lease(s) as of _____ (the last day of your fiscal year):

<u>Year Ended</u> <u>June 30,</u>	<u>Office Space</u>	<u>Equipment</u>	<u>Land</u>	<u>Other</u>	<u>Total</u>
2004	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____ 0
2005					0
2006					0
2007					0
2008					0
2009-2013					0
2014-2018					0
2019-2023	_____	_____	_____	_____	0
Total	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ _____ 0

Contingent rentals received from operating leases received for your fiscal year was \$ _____ for office space, \$ _____ for equipment, and \$ _____ for land.

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K. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2003:

	Balance June 30, 2002	Year ended June 30, 2003		Balance June 30, 2003	Amounts due within one year
		Additions	Reductions		
Bonds and notes payable:					
Notes payable	\$	\$	\$	\$	\$
Reimbursement contracts payable					
Bonds payable					
Total notes and bonds	--	--	--	--	--
Other liabilities:					
Contracts payable					
Compensated absences payable	22,261.	2,341		24,602.	
Capital lease obligations					
Liabilities payable from restricted assets					
Claims and litigation					
Other long-term liabilities					
Total other liabilities	22,261.	2,341.	--	24,602.	--
Total long-term liabilities	<u>22,261.</u>	<u>2,341.</u>	<u>--</u>	<u>24,602.</u>	<u>--</u>

A detailed summary, by issues, of all debt outstanding at June 30, 2003, including outstanding interest of \$_____ is shown on schedule 4. Schedule 5 is an amortization schedule of the outstanding debt. (Send a copy of the amortization schedule for any new debt issued.)

L. LITIGATION

1. The _____(BTA) is a defendant in litigation seeking damages as follows:

Date of Action	Description of Litigation	Primary Attorney	Damages Claimed	Insurance Coverage
			\$	\$
Totals			\$ 0	\$ 0

The _____(BTA)'s legal advisor estimates that potential claims not covered by insurance would affect the financial statement as follows (would not materially affect the financial statements or is unable to estimate the effect on the financial statement):

2. Claims and litigation costs of \$_____ were incurred in the current year and are reflected in the accompanying financial statement.

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M. RELATED PARTY TRANSACTIONS

(FASB 57 requires disclosure of the description of the relationship, the transaction(s), the dollar amount of the transaction(s) and any amounts due to or from which result from related party transactions. List all related party transactions).

N. ACCOUNTING CHANGES

Accounting changes made during the year involved a change in accounting _____ (principle, estimate, error or entity). The effect of the change is being shown in _____.

O. IN-KIND CONTRIBUTIONS

(List all in-kind contributions that are not included in the accompanying financial statements.)

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	\$ _____
_____	_____
_____	_____
_____	_____
_____	_____
Total	\$ _____ 0

P. DEFEASED ISSUES

In _____, the _____ (BTA), issued \$ _____ of taxable bonds. The purpose of the issue was to provide monies to advance refund portions of _____ bonds. In order to refund the bonds, portions of the proceeds of the new issue \$ _____, plus an additional \$ _____ of sinking fund monies together with certain other funds and/or securities, were deposited and held in an escrow fund created pursuant to an escrow deposit agreement dated _____ between the (BTA) and the escrow trustee. The amount in the escrow, together with interest earnings, will be used to pay the principal, redemption premium, and interest when due. The refunding resulted in reducing the total debt service payments by almost \$ _____ and gave the (BTA) an economic gain (difference between the present values of the debt service payments on the old and new debt of \$ _____).

Q. COOPERATIVE ENDEAVORS

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of

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the state. The liability outstanding as of June 30, 2003, by funding source, is as follows:

NOTE: Amounts in excess of contract limits **cannot** be used to reduce the outstanding contract balance at June 30, 2003. For example, if a contract specifies a percentage of usage for each month (25%) and usage exceeds that percentage (75%), you cannot claim actual usage that exceeds contract requirements (50%).

NOTE: In order to compute your ending balances by funding source, you should begin with your balances at June 30, 2002. These amounts will be increased by amounts for new contracts and amendments and decreased for payments as well as for liquidations.

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2002-2003:

<u>CFDA Number</u>	<u>Program Name</u>	<u>State Match Percentage</u>	<u>Total Amount of Grant</u>
			\$
Total government-mandated nonexchange transactions (grants)			\$ 0

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

At June 30, 20__, the _____ (BTA) was not in compliance with the provisions of _____ Bond Reserve Covenant that requires _____ The _____ (BTA) did _____ to correct this deficiency.

T. SHORT-TERM DEBT

The _____ (BTA) issues short-term notes _____
Short-term debt activity for the year ended June 30, 20__, was as follows:

	<u>Reason for Debt</u>	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Tax anticipation notes		\$	\$	\$	\$ 0

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The _____ (BTA) uses a revolving line of credit to finance
bonds.

Short-term debt activity for the year ended June 30, 20__, was as follows:

	Reason for Debt	Beginning Balance	Draws	Redeemed	Ending Balance
Line of credit		\$ _____	\$ _____	\$ _____	\$ _____ 0

U. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 20__03 were as follows:

Activity	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
License Renewals	\$ 65,357.	\$ _____	\$ _____	\$ _____	\$ 65,357. 0
					0
Gross receivables	\$ 65,357. 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ 65,357. 0
Less allowance for uncollectible accounts	0	0	0	0	0
Receivables, net	\$ 65,357. 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ 65,357. 0
Amounts not scheduled for collection during the subsequent year	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____ 0

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 20__03 were as follows:

Activity	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Operating services	\$ 2,940.	\$ _____	\$ _____	\$ _____	\$ 2,940. 0
					0
Total payables	\$ 2,940. 0	\$ _____ 0	\$ _____ 0	\$ _____ 0	\$ 2,940. 0

W. SUBSEQUENT EVENTS

[Disclose any material event(s) affecting the (BTA) occurring between the close of the fiscal period and
issuance of the financial statement.]

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Baton Rouge, LA 70802

X. SEGMENT INFORMATION

Governments that report enterprise funds or that use enterprise fund accounting and reporting standards to report their activities are required to present segment information for those activities in the notes to the financial statements. For the purposes of this disclosure, a segment is an identifiable activity (or group of activities), reported as or within an enterprise fund or an other stand-alone entity that has one or more bonds or other debt instruments outstanding, with a revenue stream pledged in support of that debt. In addition, the activity's revenues, expenses, gains and losses, assets, and liabilities are required to be accounted for separately. This requirement for separate accounting applies if imposed by an external party, such as accounting and reporting requirements set forth in bond indentures. Disclosure requirements for each segment should be met by identifying the types of goods and services provided and by presenting condensed financial statements in the notes, including the elements in A through C below (GASB 34, paragraph 122, as modified by GASB 37, paragraph 17.)

Type of goods or services provided by the segment _____

A. Condensed statement of net assets:

- (1) Total assets – distinguishing between current assets, capital assets, and other assets. Amounts receivable from other funds or BTA's should be reported separately.
- (2) Total liabilities – distinguishing between current and long-term amounts. Amounts payable to other funds or BTA's should be reported separately.
- (3) Total net assets – distinguishing among restricted; unrestricted; and amounts invested in capital assets, net of related debt.

Condensed Statement of Net Assets:

	<u>Segment #1</u>	<u>Segment #2</u>
Current assets	\$ _____	\$ _____
Due from other funds	_____	_____
Capital assets	_____	_____
Other assets	_____	_____
Current liabilities	_____	_____
Due to other funds	_____	_____
Long-term liabilities	_____	_____
Restricted net assets	_____	_____
Unrestricted net assets	_____	_____
Invested in capital assets, net of related debt	_____	_____

B. Condensed statement of revenues, expenses, and changes in net assets:

- (1) Operating revenues (by major source).
- (2) Operating expenses. Depreciation (including any amortization) should be identified separately.
- (3) Operating income (loss).
- (4) Nonoperating revenues (expenses) – with separate reporting of major revenues and expenses.
- (5) Capital contributions and additions to permanent and term endowments.
- (6) Special and extraordinary items.
- (7) Transfers
- (8) Change in net assets.
- (9) Beginning net assets.
- (10) Ending net assets.

STATE OF LOUISIANA

LBESPA

(BTA)

Notes to the Financial Statement**As of and for the year ended June 30, 2003**

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

Condensed Statement of Revenues, Expenses, and Changes in Net Assets:

	<u>Segment #1</u>	<u>Segment #2</u>
Operating revenues	\$ _____	\$ _____
Operating expenses	_____	_____
Depreciation and amortization	_____	_____
Operating income (loss)	_____ 0	_____ 0
Nonoperating revenues (expenses)	_____	_____
Capital contributions/additions to permanent and term endowments	_____	_____
Special and extraordinary items	_____	_____
Transfers in	_____	_____
Transfers out	_____	_____
Change in net assets	_____ 0	_____ 0
Beginning net assets	_____	_____
Ending net assets	_____ 0	_____ 0

C. Condensed statement of cash flows:

- (1) Net cash provided (used) by:
 - (a) Operating activities
 - (b) Noncapital financing activities
 - (c) Capital and related financing activities
 - (d) Investing activities
- (2) Beginning cash and cash equivalent balances
- (3) Ending cash and cash equivalent balances

Condensed Statement of Cash Flows:

	<u>Segment #1</u>	<u>Segment #2</u>
Net cash provided (used) by operating activities	\$ _____	\$ _____
Net cash provided (used) by noncapital financing activities	_____	_____
Net cash provided (used) by capital and related financing activities	_____	_____
Net cash provided (used) by investing activities	_____	_____
Beginning cash and cash equivalent balances	_____	_____
Ending cash and cash equivalent balances	_____ 0	_____ 0

Y. DUE TO/DUE FROM AND TRANSFERS

1. List by fund type the amounts **due from other funds** detailed by individual fund at your fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due from other funds		\$ _____

STATE OF LOUISIANA

LBESPA

(BTA)

Notes to the Financial Statement

As of and for the year ended June 30, 2003

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70809

2. List by fund type the amounts due to other funds detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
		\$
Total due from other funds		\$

3. List by fund type all transfers from other funds for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
		\$
Total due from other funds		\$

4. List by fund type all transfers to other funds for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
		\$
Total due from other funds		\$

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Liabilities payable from restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the current liabilities section on Statement A, consist of \$ _____ in accounts payable, \$ _____ in notes payable, and \$ _____ in _____.

Liabilities payable from restricted assets in the _____ (BTA) at _____ (fiscal year end), reflected at \$ _____ in the non-current liabilities section on Statement A, consist of \$ _____ in accounts payable, \$ _____ in notes payable, and \$ _____ in _____.

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

The following adjustments were made to restate beginning net assets for June 30, 20__.

<u>Fund balance</u> <u>July 1, 2002,</u> <u>previously reported</u>	<u>Adjustments</u> <u>+ or (-)</u>	<u>Beginning net</u> <u>assets, July 1, 2003,</u> <u>As restated</u>
	\$	\$
		--
		--
		--
		--
		--
		--
		--

STATE OF LOUISIANA
LBESPA (BTA)
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
 For the Year Ended June 30, 2003
 (Fiscal Close)

Louisiana Board of Examiners
 for Speech-Language Pathology & Audiology
 18550 Highland Road, Suite B
 Baton Rouge, LA 70809

<u>Name</u>	<u>Amount</u>
Theresa H. Rodgers, L-SLP	\$ _____
Kerrilyn Phillips, L-SLP	_____
Yvonne M. Fowler, Public Member	_____
Melinda M. Peat, L-AUD	_____
Suzanne H. Kimball, L-AUD	_____
Natalie H. Robottom, L-SLP	_____
Lawrence Braud, M.D.	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
	\$ <u>0</u>

R.S. 37:2654.H., states No member of the board shall be paid any compensation for duties performed as a member of the board, but shall be reimbursed for all reasonable and necessary travel expenses in attending any meeting of the board. . .

STATE OF LOUISIANA
LBESPA (BTA)
SCHEDULE OF REIMBURSEMENT CONTRACTS PAYABLE AMORTIZATION
For The Year Ended June 30, 2003
(Fiscal Close)

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18500 Highway 101
Baton Rouge, Louisiana 70804

Fiscal Year Ending:	Principal	Interest
2004	\$ _____	\$ _____
2005	_____	_____
2006	_____	_____
2007	_____	_____
2008	_____	_____
2009	_____	_____
2010	_____	_____
2011	_____	_____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
Total	\$ _____	\$ _____

STATE OF LOUISIANA
LBESPA (BTA)
SCHEDULE OF CAPITAL LEASE AMORTIZATION
For The Year Ended June 30, 2003

<u>Fiscal Year</u> <u>Ending:</u>	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2004	\$ _____	\$ _____	\$ _____	\$ _____
2005	_____	_____	_____	_____
2006	_____	_____	_____	_____
2007	_____	_____	_____	_____
2008	_____	_____	_____	_____
2009-2013	_____	_____	_____	_____
2014-2018	_____	_____	_____	_____
2019-2023	_____	_____	_____	_____
2024-2028	_____	_____	_____	_____
Total	\$ _____	\$ _____	_____	_____

STATE OF LOUISIANA
LBESPA (BTA)
SCHEDULE OF NOTES PAYABLE AMORTIZATION
For The Year Ended June 30, 2003

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2004	\$ _____	\$ _____
2005	_____	_____
2006	_____	_____
2007	_____	_____
2008	_____	_____
2009-2013	_____	_____
2014-2018	_____	_____
2019-2023	_____	_____
2024-2028	_____	_____
Total	\$ _____	\$ _____

STATE OF LOUISIANA
LBESPA (BTA)
SCHEDULE OF BONDS PAYABLE AMORTIZATION
For The Year Ended June 30, 20__03

Fiscal Year
Ending:

Principal

Interest

2004

\$ _____

\$ _____

2005

2006

2007

2008

2009

2010

2011

2012

2013

2014

2015

2016

2017

2018

2019

2020

2021

2022

2023

2024

2025

2026

2027

2028

Total

\$ _____

\$ _____

STATE OF LOUISIANA

LBESPA

Louisiana Board of Examiners
for Speech-Language Pathology & Audiology
18550 Highland Road, Suite B
Baton Rouge, LA 70807

(BTA)

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the state and reason for the changes in the budget, please complete the schedule below. If the change is greater than 10%, explain the reason for the change.

	<u>2003</u>	<u>2002</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ 225,309	\$ 200,600	\$ 24,709. -	\$ 12%
Expenses	175,613.	178,239.	<2,627> -	<1%>
2) Capital assets	1,198.	2,396.	1,198. -	<50%>
Long-term debt			-	
Net Assets	263,661.	213,964.	49,697. -	23%

Explanation for change Revenues: Renewal fees increased \$22,520

Capital Assets: Depreciation

3)	<u>2003 Original Budget</u>	<u>2003 Final Budget</u>	<u>Difference</u>	<u>Percentage Change</u>
Revenues	\$ 172,900.	\$ 172,900.	\$ -0- -	\$
Expenditures	177,689.	177,689.	-0- -	

Explanation of change:

	<u>2003 Final Budget</u>	<u>2003 Actual Budget</u>	<u>Difference</u>	<u>Percentage Change</u>
Revenues	172,900	172,900.	-0-	
Expenditures	177,689.	177,689.	-0-	

Explanation of change: